

Department of Commerce

DIVISION SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY PROGRAM						
Commerce	39,382,500	26,258,400	56,135,100	42,466,600	34,246,900	35,381,100
Idaho Rural Partnership	287,600	179,500	293,900	0	0	0
Total:	39,670,100	26,437,900	56,429,000	42,466,600	34,246,900	35,381,100
BY FUND SOURCE						
General	8,331,100	8,207,200	9,406,800	16,654,600	9,583,600	9,199,200
Dedicated	14,958,800	8,098,900	30,606,000	9,408,900	8,268,500	9,799,200
Federal	16,380,200	10,131,800	16,416,200	16,403,100	16,394,800	16,382,700
Total:	39,670,100	26,437,900	56,429,000	42,466,600	34,246,900	35,381,100
Percent Change:		(33.4%)	113.4%	(24.7%)	(39.3%)	(37.3%)
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,523,200	2,974,300	3,735,800	4,047,100	3,905,900	3,812,600
Operating Expenditures	5,637,900	5,237,900	5,605,500	10,381,800	5,591,900	6,006,900
Capital Outlay	33,000	25,900	113,000	254,300	35,600	35,600
Trustee/Benefit	24,226,000	18,199,800	31,974,700	27,783,400	24,713,500	25,526,000
Lump Sum	6,250,000	0	15,000,000	0	0	0
Total:	39,670,100	26,437,900	56,429,000	42,466,600	34,246,900	35,381,100
Full-Time Positions (FTP)	56.50	56.50	57.00	58.00	56.00	56.00

In accordance with §67-3519, Idaho Code, this department is authorized no more than 56 full-time equivalent positions at any point during the period July 1, 2008 through June 30, 2009 for the programs specified.

	FTP	Gen	Ded	Fed	Total
FY 2008 Original Appropriation	57.00	7,906,800	23,448,000	16,416,200	47,771,000
Reappropriation	0.00	0	5,348,800	0	5,348,800
Supplemental	0.00	1,500,000	1,120,000	0	2,620,000
Other Appropriation Adjustments	0.00	0	689,200	0	689,200
FY 2008 Total Appropriation	57.00	9,406,800	30,606,000	16,416,200	56,429,000
Expenditure Adjustments	0.00	0	(9,300)	0	(9,300)
FY 2008 Estimated Expenditures	57.00	9,406,800	30,596,700	16,416,200	56,419,700
Removal of One-Time Expenditures	0.00	(1,881,900)	(22,166,900)	(10,800)	(24,059,600)
FY 2009 Base	57.00	7,524,900	8,429,800	16,405,400	32,360,100
Benefit Costs	0.00	66,200	22,500	14,100	102,800
Inflationary Adjustments	0.00	0	10,500	900	11,400
Replacement Items	0.00	44,200	13,500	2,800	60,500
Statewide Cost Allocation	0.00	2,400	1,200	100	3,700
Change in Employee Compensation	0.00	61,500	22,500	11,400	95,400
FY 2009 Program Maintenance	57.00	7,699,200	8,500,000	16,434,700	32,633,900
Line Items	(1.00)	1,500,000	1,299,200	(52,000)	2,747,200
Cash Transfers	0.00	0	0	0	0
FY 2009 Total	56.00	9,199,200	9,799,200	16,382,700	35,381,100
% Chg from FY 2008 Orig Approp.	(1.8%)	16.3%	(58.2%)	(0.2%)	(25.9%)
% Chg from FY 2008 Total Approp.	(1.8%)	(2.2%)	(68.0%)	(0.2%)	(37.3%)

I. Department of Commerce: Commerce

STARS Number & Budget Unit: 220 COAA, 220 COAB(Cont), 220 COAD

Bill Number & Chapter: H652 (Ch.325), S1308 (Ch.3), S1489 (Ch.286)

PROGRAM DESCRIPTION: Promotes a healthy state economy by working to: (1) Expand existing Idaho industries; (2) Promote investments in Idaho; (3) Develop markets for Idaho products and services; (4) Attract new businesses to Idaho; (5) Promote Idaho's travel industry; (6) Improve Idaho's image; (7) Provide technical assistance to local governments and administer the Community Development Block Grant program. [Statutory Authority: §67-4701, Idaho Code, et seq.]

PROGRAM SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
General	8,331,100	8,207,200	9,406,800	16,654,600	9,583,600	9,199,200
Dedicated	14,724,700	7,932,500	30,363,200	9,408,900	8,268,500	9,799,200
Federal	16,326,700	10,118,700	16,365,100	16,403,100	16,394,800	16,382,700
Total:	39,382,500	26,258,400	56,135,100	42,466,600	34,246,900	35,381,100
Percent Change:		(33.3%)	113.8%	(24.3%)	(39.0%)	(37.0%)
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,413,600	2,869,900	3,619,700	4,047,100	3,905,900	3,812,600
Operating Expenditures	5,459,900	5,162,800	5,427,700	10,381,800	5,591,900	6,006,900
Capital Outlay	33,000	25,900	113,000	254,300	35,600	35,600
Trustee/Benefit	24,226,000	18,199,800	31,974,700	27,783,400	24,713,500	25,526,000
Lump Sum	6,250,000	0	15,000,000	0	0	0
Total:	39,382,500	26,258,400	56,135,100	42,466,600	34,246,900	35,381,100
Full-Time Positions (FTP)	55.50	55.50	56.00	58.00	56.00	56.00
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2008 Original Appropriation	56.00	7,906,800	23,205,200	16,365,100	47,477,100	
Reappropriation	0.00	0	5,348,800	0	5,348,800	
1. Business & Jobs Development	0.00	0	1,120,000	0	1,120,000	
2. Special Olympics H652	0.00	1,500,000	0	0	1,500,000	
Cash transfers from and to Labor	0.00	0	689,200	0	689,200	
FY 2008 Total Appropriation	56.00	9,406,800	30,363,200	16,365,100	56,135,100	
Economic Recovery Carry-over	0.00	0	(9,300)	0	(9,300)	
FY 2008 Estimated Expenditures	56.00	9,406,800	30,353,900	16,365,100	56,125,800	
Removal of One-Time Expenditures	0.00	(1,881,900)	(22,166,900)	(10,800)	(24,059,600)	
FY 2009 Base	56.00	7,524,900	8,187,000	16,354,300	32,066,200	
Benefit Costs	0.00	66,200	20,500	14,100	100,800	
Inflationary Adjustments	0.00	0	7,800	0	7,800	
Replacement Items	0.00	44,200	13,500	2,800	60,500	
Statewide Cost Allocation	0.00	2,400	1,200	100	3,700	
Change in Employee Compensation	0.00	61,500	19,200	11,400	92,100	
FY 2009 Maintenance (MCO)	56.00	7,699,200	8,249,200	16,382,700	32,331,100	
3. Business and Jobs Development Fund	0.00	0	600,000	0	600,000	
4. Rural Initiative Program	0.00	0	100,000	0	100,000	
7. Small Business Assistance Grants	0.00	0	150,000	0	150,000	
10. Idaho TechConnect Program	0.00	0	150,000	0	150,000	
12. Tourism & Promotion	0.00	0	550,000	0	550,000	
13. Special Olympics H652	0.00	1,500,000	0	0	1,500,000	
FY 2009 Total Appropriation	56.00	9,199,200	9,799,200	16,382,700	35,381,100	
% Change From FY 2008 Original Approp.	0.0%	16.3%	(57.8%)	0.1%	(25.5%)	
% Change From FY 2008 Total Approp.	0.0%	(2.2%)	(67.7%)	0.1%	(37.0%)	

SUPPLEMENTAL APPROPRIATION: S1308 appropriated \$1,120,000 spending authority for the Business and Jobs Development Fund. The Business and Jobs Development Fund was originally created as a two-year appropriation beginning in fiscal year 2007 as part of the economic development package of the 2006 legislative session. In the first regular session of the 58th Legislature, Senate Bill 1228 transferred \$1,000,000 from the Incumbent Worker Training Revolving Loan Fund to the Business and Jobs Development Fund, but the spending authority was not included in the appropriation bill. When the Business and Jobs Development fund was created, the Legislative intent stated this fund shall retain its own interest, and during the past year this fund accrued \$120,000 interest.

SUPPLEMENTAL APPROPRIATION / TRAILER BILL: H652 appropriated a total of \$3,000,000 one-time General Funds for the purpose of advancing the preparatory work for the 2009 Special Olympics World Winter Games. This bill appropriated \$3,000,000 to the Department of Commerce for the 2009 Special Olympics World Winter Games. The Department received \$1,500,000 for fiscal year 2008 with carry-over authority through fiscal year 2009, and \$1,500,000 for fiscal year 2009. The Games Organizing Committee will receive these funds as a pass through from the Department of Commerce.

APPROPRIATION HIGHLIGHTS: The economic development package of the 2006 legislative session (second regular session of the 57th Legislature) included legislative intent giving a two-year appropriation which accounts for the reappropriation found here. Cash transfers are associated with the split of the Department of Commerce from the Department of Labor. The Department of Labor received the Rural Broadband program which is a transfer out of \$4,307,000 and the Department of Commerce received the Rural Economic Development and Integrated Freight Transportation Revolving Loan Fund (REDIFIT) which is a transfer in of \$4,996,200. The net effect of cash transfers is \$689,200. The Economic Recovery Reserve Fund carried over \$9,300 in error which is reduced in this decision unit. Employer health insurance costs funding increased from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. Inflationary increases for fuel costs were provided. Replacement items included five computer workstations at \$2,800 each for a total of \$14,000; 20 desktop computers at \$1,400 each for a total of \$28,000; two laserjet printers at \$5,100 each for a total of \$10,200; and five laptops at \$1,600 each for a total of \$8,000. Statewide cost allocation adjustments included a \$700 reduction for Attorney General fees, \$2,700 for risk management cost increases, \$2,000 for State Controller's fees, and a reduction of \$300 for State Treasurer fees. The Change in Employee Compensation was funded at 3%.

Five line items were funded. Line item 3 provided \$600,000 for the Business and Jobs Development Fund from a one-time transfer of dedicated funds from the Department of Labor. Line item 4 provided \$100,000 for the Rural Initiative Partnership from a one-time transfer of dedicated funds from the Department of Labor. Line item 7 provided \$150,000 for Small Business Assistance Grants from a one-time transfer of dedicated funds from the Department of Labor. Line item 10 provided \$150,000 for Idaho TechConnect from a one-time transfer of dedicated funds from the Department of Labor. Line item 12 increased the spending authority by \$550,000 for the Tourism and Promotion Fund which generates revenue from the 2% tax on hotels, motel, and campgrounds. This gives the Department spending authority from this revenue to carry out its statutory requirements as they pertain to tourism's statewide promotional efforts.

LEGISLATIVE INTENT: Section 3 directed Idaho TechConnect to report to JFAC at the interim spring meeting. Section 4 directed that Idaho TechConnect report quarterly to the Department of Commerce. Section 5 directed the State Controller to transfer moneys from the Incumbent Worker Training Revolving Loan Fund to the Business and Jobs Development Fund. Section 6 directed the State Controller to transfer moneys from the Incumbent Worker Training Revolving Loan Fund to the Miscellaneous Revenue Fund in the Department of Commerce. Section 7 declared an emergency.

OTHER LEGISLATION: H592 created a film and television production business rebate fund in which the program would provide a 20% rebate on specific Idaho expenditures if at least \$200,000 is spent in Idaho and if the production hires a specified percentage of Idaho crew members. In any production qualifying under the program, 20% of the crew hired must be Idahoans, increasing to 35% of the total crew over five years. The maximum rebate per production is \$500,000. At least \$5 would have to be spent in Idaho before \$1 is rebated to the production.

FY 2009 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0001-00 General	36.60	2,479,600	1,425,400	0	3,750,000	0	7,655,000
OT G 0001-00 General	0.00	0	14,200	30,000	1,500,000	0	1,544,200
OT D 0120-03 Business & Job Dev.	0.00	0	0	0	600,000	0	600,000
D 0212-00 Tourism & Promotion	10.40	690,500	3,774,500	0	3,655,200	0	8,120,200
OT D 0212-00 Tourism & Promotion	0.00	0	10,700	2,800	0	0	13,500
D 0349-00 Miscellaneous Rev	1.00	129,900	157,400	0	0	0	287,300
OT D 0349-00 Miscellaneous Rev	0.00	0	0	0	400,000	0	400,000
D 0401-00 Seminars and Publ.	0.00	0	378,200	0	0	0	378,200
F 0348-00 Federal Grant	8.00	512,600	246,500	0	15,620,800	0	16,379,900
OT F 0348-00 Federal Grant	0.00	0	0	2,800	0	0	2,800
Totals:	56.00	3,812,600	6,006,900	35,600	25,526,000	0	35,381,100

II. Department of Commerce: Idaho Rural Partnership

STARS Number & Budget Unit: 240 COAC

Bill Number & Chapter: S1489 (Ch.286), H 613 (Ch. 265)

The Idaho Rural Partnership (IRP), reauthorized by Exec. Order No. 2007-03, joins diverse public and private resources in innovative collaborations to strengthen communities and improve life in rural Idaho. The IRP Board of Directors has established the following issues and activities as priorities for IRP action: (1) serve as a "champion" for rural Idaho; (2) expand competitive access to domestic and international markets; (3) seek resolution of conflicts especially on environmental issues; (4) provide leadership training and development; and (5) serve as a "One Stop Shop" for information on rural resources.

PROGRAM SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
Dedicated	234,100	166,400	242,800	0	0	0
Federal	53,500	13,100	51,100	0	0	0
Total:	287,600	179,500	293,900	0	0	0
Percent Change:		(37.6%)	63.7%	(100.0%)	(100.0%)	(100.0%)
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	109,600	104,400	116,100	0	0	0
Operating Expenditures	178,000	75,100	177,800	0	0	0
Total:	287,600	179,500	293,900	0	0	0
Full-Time Positions (FTP)	1.00	1.00	1.00	0.00	0.00	0.00
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2008 Original Appropriation	1.00	0	242,800	51,100	293,900	
FY 2009 Base	1.00	0	242,800	51,100	293,900	
Benefit Costs	0.00	0	2,000	0	2,000	
Inflationary Adjustments	0.00	0	2,700	900	3,600	
Change in Employee Compensation	0.00	0	3,300	0	3,300	
FY 2009 Maintenance (MCO)	1.00	0	250,800	52,000	302,800	
11. Transfer IRP to ISDA	(1.00)	0	(250,800)	(52,000)	(302,800)	
FY 2009 Total Appropriation	0.00	0	0	0	0	
% Change From FY 2008 Original Approp.	(100.0%)	0.0%	(100.0%)	(100.0%)	(100.0%)	

APPROPRIATION HIGHLIGHTS: Employer health insurance costs funding increased from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. Inflationary increases were provided for fuel costs. The Change in Employee Compensation was funded at 3%. Line item 11 was approved which moves 1 FTP and \$302,800 for the Idaho Rural Partnership from the Department of Commerce to the Department of Agriculture.